The motion was put to the vote of the House and carried and the grant was made.

PRESIDENT: The second demand is for the conversion of the non-departmental Anchal Office at Thazhakara into a departmental Anchal Office.

The motion was put to the vote of the House and carried and the grant was made.

PRESIDENT: The third demand is for the appointment of 8 additional clerks in the Anchal Offices for Savings Bank work on Rs. 20 each per mensem.

The motion was put to the vote of the House and carried and the grant was made.

MR. S. KRISHNA PILLAI (*Karunagapalli*): With regard to the third item, I demand a poll.

A poll was taken and the House divided as follows:—

AYES 25.

1	Mr. K. P. Abraham		13	Mr. K. George	
2	Mrs. Anna Chandi		14	,,	A. Kumara Pillai
3	Mr. S. Chattanatha Karayalar		15		Rao Sahib Dr. N. Kunjan Pillai
4	,,	N. John Joseph	16	Mr.	C. O. Madhavan
5	,,	K. C. Karunakaran	17	,,	E. G. McAlpine
6	,,	K. I. Kocheeppan Mappillai	18	,,	B. Narayana Pillai
7	,,	K. P. Kochukora Tarakan	19	,,	N. Nilakanta Pillai
8	,,	Tariatu Kunjitomman	20	,,	R. Nilakanta Pillai
9	,,	P. S. Mahomed	21	,,	N. K. Padmanabha Pillai
10	,,	C. N. Tuppan Namputiripad	22	,,	Kayalam Paramesvaran Pillai
11		Rao Bahadur A. Venkatarama Aiyar	23	,,	S. C. H. Robinson
12	Mr.	R. Dhanukoti Pillai	24	,,	C. N. Srirenganatha Sastri
			25	,,	J. S. Westerdale

NOES—17.

1	Mr.	A. S. Damodaran Asan	10	Mr.	M. P. Madhavan Pillai
2	,,	K. Gopalakrishna Pillai	11	,,	M. Mahomed Mustapha
3	,,	K. Krishnan Nayar	12	,,	K. Narayanaperumal Nadar
4	,,	E. V. Krishna Pillai	13	,,	A. Narayana Pillai
5	,,	N. K. Krishna Pillai	14	,,	K. P. Nilakanta Pillai
6	,,	S. Krishna Pillai	15	,,	K. Padmanabha Panikkar
7	,,	K. Kunjukrishna Pillai	16	,,	Rama Varma Raja
8	,,	K. Madhavan Pillai	17	,,	A. Thanu Pillai
9	,,	K. P. Madhavan Pillai			

NEUTRAL 1.

Mr. K. C. Chandi.

The motion was declared carried, 25 voting *for* the motion, 17 *against* and one remaining *neutral*.

DEMAND XXVII—INDUSTRIAL LOANS.

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): Sir, I beg to move for a grant not exceeding Rs. 50,000 for Industrial Loans under Demand XXVII—Industrial Loans.

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In this connection I may have to mention a few words because my friend Mr. S. Krishna Pillai pointed out that the Heads of Departments do not come forward with all their requirements during the Budget Session. This demand I am now moving is on account of the present economic depression and some big factories approached Government for Industrial Loans. These people never used to come forward for any industrial loans at all. But one of these people really reported to Government like this :—

> "Till the passing of the Imperial Bank of India Act we have been sufficiently financed by the local branch of the Bank of Madras." When the Imperial Bank of India came into existence, it changed its policy and hence-forward we have had to depend mostly on "Indigenous Money Lenders from whom we borrowed at high rate of interest."

MR. S. CHATTANATHA KARAYALAR (*Pattanapuram* cum *Shencottah*) : May I know where these applications are from ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : There are applications from Alleppey, Trivandrum and even from Mundakayam and other places for different kinds of industries. I approached Government with a request for a grant of a lakh of rupees whereas Government on account of the present economic depression allowed me only for moving for Rs. 50,000. So I think it is really right that we should try to help these big industrial concerns in their time of need. That is the very reason why I had to bring this motion.

MR. K KUNJUKRISHNA PILLAI (*Quilon*) : May I know the names of theindustrial firms that have applied for these loans and the amount that they require ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : I do not know whether it is really right, unless there is some possibility of our Government coming to their aid, to disclose their names and put before the public their inability to raise money.

MR. S. KRISHNA PILLAI (*Karunagapalli*) : Does the member think that all these applications are confidential ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : Certainly not.

MR. S. KRISHNA PILLAI (*Karunagapalli*) : Government will have to disclose their names at any time.

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : Only after it is sanctioned.

MR. K. P. NIALKANTA PILLAI (*Chirayinkil*) : May I know for what kind of industries these loans are applied for ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : For industries like ivory carving, rubber industry, oil Industry, cotton mills, etc.

MR. S. KRISHNA PILLAI (*Karunagapalli*) : May I know whether the Government propose to finance rubber industrialists at this period ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : We will enquire into it and find out whether there is a real need for it.

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MR. K. KUNJUKRISHNA PILLAI (*Quilon*). May I know from the member whether there were pending applications for loans in 1107?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): Yes. Those loans were only for small industries and now we are going to finance factory industries with bigger loans. Those loans were only for Rs. 2,000 and Rs. 3,000.

MR. K. KUNJUKRISHNA PILLAI (*Quilon*): May I know whether they were for cottage industries?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): Yes.

MR. S. KRISHNA PILLAI (*Karunagapalli*): May I know whether our cottage industries have been sufficiently strengthened?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): I do not say so.

MR. A. S. DAMODARAN ASAN (*Mavelikara* cum *Kartikapalli*): May I know the rules under which these loans are to be granted? Is it not under the State Aid to Industries Regulation?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): The rules have not been passed. If that is passed before we actualy issue the loans, most probably, it will be under those rules.

MR. A. S. DAMODARAN ASAN (*Mavelikara* cum *Kartikapalli*): May I know in what time the rules will be passed?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): As early as possible.

MR. K. P. ABRAHAM (*Muvattupuzha* cum *Todupuzha*) May I know whether all these companies are solvent?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): There are conditions in the rules already which govern the grant of loans. Unless they are solvent we will not issue the loans.

MR. K. KUNJUKRISHNA PILLAI (*Quilon*): May I know the maximum amount of loans allowable?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): Some people have applied foras big a sum as Rs. 15,000. Of course, I am not in a position to say that now. We will try to help them as far as possible.

MR. K. MADHAVAN PILLAI (*Trivandrum* cum *Neduvangad*): May I know the maximum fixed under the Regulation?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): No maximum is fixed.

MR. K. GOPALAKRISHNA PILLAI (*Parur*): May I know the minimum?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): Rs. 2,500.

MR. K. P. NILAKANTA PILLAI (*Chirayinkil*): May I know the nature of the rubber industry which is carried on and what articles are produced locally? May I know from the Director whether he has any personal knowledge about the articles manufactured out of rubber by that particular individual. Has he, as a matter of fact, succeeded in manufacturing any article out of rubber?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*): He has not manufactured any thing. He has not even started the industry.

MR. K. MADHAVAN PILLAI (*Trivandrum* cum *Neduvangad*): What is the amount that he wants?

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MR. N. K PADMANABHA PILLAI (*Director of Industries*) : I do not carry all the files here and I do not know the exact amounts applied for.

MR. K. KUNJUKRISHNA PILLAI (*Quilon*) : May I inform that it will be absolutely useless to these firms if only Rs. 50,000 is distributed ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : Some people have approached Government with a request of even Rs. 10,000 and that will be of great help to them at this time of economic depression.

MR. S. KRISHNA PILLAI (*Karunagapalli*) : Am I to understand that this amount is intended to be distributed among five persons only?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : Not in the least.

MR. S. KRISHNA PILLAI (*Karunagapalli*) : May I know from the Director the particular persons amongst whom he wants to distribute this amount ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : I cannot say that now. We will have to find out the liability of the persons, the value of the holdings and the security they are prepared to offer. All these things have to be enquired into.

MR. K. P. ABRAHAM (*Muvattupuzha* cum *Todupuzha*) : May I know whether this amount will be given to one single factory ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : We do not know anything about that now.

MR. S. CHATTANATHA KARAYALAR (*Pattanapuram* cum *Shencotta*) : Is this amount proposed to be distributed only among the firms who have already applied ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : No, it will be given to others also.

MR. K. P. NILAKANATA PILLAI (*Chirayinkil*) : May I know from the member whether the loans applications were not considered because there were no funds available ?

MR. N. K. PADMANABHA PILLAI (*Director of Industries*) : Exactly so.

MR. K. P. NILAKANATA PILLAI (*Chirayinkil*) : May I take it that when funds are available those applications will be considered ?

MR. N. K PADMANABHA PILLAI (*Director of Industries*) : Certainly.

PRESIDENT : I take it the House sactions the demand.

The grant was made.

The Council adjourned for lunch at 2·10 P. M. and met again at 3 P. M. the Deputy President presiding.

LEGISLATIVE BUSINESS.

THE MUNICIPAL REGULATION AMENDMENT BILL.

DEPUTY PRESIDENT : We are at clause IV of the Municipal Regulation Amendment Bill. Mr. Thanu Pillai, you will now move your amendment.

MR. E. V. KRISHNA PILLAI (*Kottarakara* cum *Kunnattur*) : Sir, before we proceed with the considertion of the Bill, I wish to draw the attention of the House to the absence of many of the official members

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